GOVERNMENT OF ANDHRA PRADESH
ABSTRACT

Industries & Commerce - HBIC – Orvakal Node - Administrative Sanction for the work of Design, Construction, Testing, Commissioning and Operation & Maintenance of infrastructure works at Orvakal Node under the Hyderabad Bangalore Industrial Corridor (HBIC) on EPC basis with an amount of Rs.1,771.19 Crores – Exemption of tender premium cap of 5% (being adopted for the state government works) in this Orvakal Node development work and future works taken up under NICDIT Frame Work, as per NICDIT Framework – Accorded – Orders -Issued.

---

INDUSTRIES & COMMERCE (INFRA) DEPARTMENT

G.O.MS.No. 53 Dated: 10-04-2025

Read:

From the VC&MD, APIIC ltd., e.File No. APIIC/18/2024-ENGG WING I-APIIC, (Computer No.2550220).

@@@@

ORDER:

In the reference read above, the Vice Chairman & Managing Director, A.P. Industrial Infrastructure Corporation Ltd., has stated that, A.P. Industrial Corridors Infrastructure Development Corporation Limited (APICDC) proposed to develop the Orvakal and Kopparthy nodes in Andhra Pradesh to enhance manufacturing capabilities and economic growth. The APICDC planned to develop an area of about 2,624.64 acres in Orvakal Node under phase-1. The Industrial Node will be developed as greenfield smart city of global standards, 'built ahead of demand' on the principles of 'Plug-n-Play' and 'Walk to work' concepts.

2. The project proposal of the GoAP for the Orvakal Node under HBIC has been accorded approval by National Industrial Corridor Development and Implementation Trust (NICDIT) Board during its meeting held on 08.07.2024. The total estimated cost of project Rs.2,786.10 Crores (including the land cost of Rs.1,014.91 Crores) was approved. The project shall be owned and operated by the SPV i.e, APICDC between NICDIT (GoI) and APIIC (GoAP) in the ratio

Contd…2

of 50:50. NICDIT will contribute its equity share of Rs.1,014.91 crore in the SPV, which is equivalent to the land cost of Rs.1,014.91 crore as contribution by APIIC. The gap between the proposed Administrative Sanction amount and tied up means of finance i.e., Rs.1771.19 Crores - Rs.1,014.91 Crores = Rs.756.28 Crores is proposed to be met through monetization of land and any additional requirement will be met through debt financing. The EPC tender and Procurement Process will be based on the prevailing market prices and as per the Schedule of Rates (SoR) in the State of A.P. for the year 2024-25. The scope of all the components of the project development works include Roads, Bridges, Utilities, CETP, Summer Storage Tank, Area Landscaping, Solid Waste Management, Administrative Building, ICT Cost, O&M cost and other costs like contingencies, Escalation, Construction supervision charges, Administrative Charges, Quality Control Charges and Construction Safety Cost.

3. The Vice Chairman & Managing Director, A.P. Industrial Infrastructure Corporation Ltd., has therefore, requested the Government to accord Administrative Sanction for the work of Design, Construction, Testing, Commissioning and Operation & Maintenance of infrastructure works at Orvakal Node under the Hyderabad Bangalore Industrial Corridor (HBIC) on EPC basis for Rs.1,771.19 Crores and accord exemption from tender premium percentage cap of 5% (being adopted for the state government works) in this Orvakal Node Development work and future works taken up under NICDIT Frame Work, as per NICDIT Framework and being followed in all the States (including in AP for KRISCITY Project under NICDIT) and as per the SHA and SSA agreements entered with GoI by GoAP for the NICDIT Projects in the State.

4. Government after careful examination of the matter, hereby accord Administrative Sanction for the work of Design, Construction, Testing, Commissioning and Operation & Maintenance of infrastructure works at Orvakal Node under the Hyderabad Bangalore Industrial Corridor (HBIC) on EPC basis with an amount of Rs.1,771.19 Crores and accord permission to A.P. Industrial Infrastructure Corporation Ltd., (APIIC) / AP Industrial Corridors Infrastructure Development Corporation Limited (APICDC) for exemption of tender premium cap of 5% in this Orvakal Node

Contd…3

Development work and future works taken up under NICDIT Frame Work in the State.

6. The Vice Chairman & Managing Director, A.P. Industrial Infrastructure Corporation Ltd., and the Managing Director, AP Industrial Corridors Infrastructure Development Corporation Limited (APICDC) shall take further necessary action accordingly in the matter.

7. This order issues with the concurrence/remarks of Finance Department vide their U.O.No.FIN01-FMU0PC(IC)/4/2024-FMU-IC-IIE(Computer No.2362250), dt.19.03.2025**.**

(BY ORDER AND IN THE NAME OF THE GOVERNOR OF ANDHRA PRADESH)

N. YUVARAJ
SECRETARY TO GOVERNMENT

To
The Vice Chairman & Managing Director, Andhra Pradesh Industrial Infrastructure Corporation, IT Park, Mangalagiri.
The Managing Director, AP Industrial Corridor Development Corporation, IT Park, Mangalagiri .

Copy to:
The CEO, National Industrial Corridor Development Programme, Department for Promotion of Industry and Internal Trade (DPIIT), GoI, New Delhi
The Director of Industries, 8th floor, APIIC Towers, Magalagiri.
The Director of Treasuries & Accounts, Ibrahimpatnam.
The Director of Works and Accounts, Ibrahimpatnam.
The Pay & Accounts Officer, Ibrahimpatnam.
The Accountant General, (A&E),Vijayawada.
The CEO, APCFSS, Ibrahimpatnam.
The Finance (FMU-I&I, Energy, I&C) Department.
SC/SFs.(C.No.2550220)

//FORWARDED BY ORDER//
SECTION OFFICER